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SECRETARY, BOARD OF OIL, GAS & MINING

BEFORE THE BOARD OF OIL, GAS & MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

IN THE MATTER OF THE REQUEST FOR AGENCY ACTION OF ULTRA RESOURCES, INC. FOR AN ORDER AUTHORIZING THE FLARING OF GAS IN EXCESS OF THE **AMOUNTS** ALLOWED **UNDER** UTAH ADMIN. CODE RULE R649-3-20(1.1) FROM THE THREE RIVERS #2-13-820 AND THREE RIVERS #2-23-820 WELLS LOCATED IN SECTION 2 OF TOWNSHIP 8 SOUTH. RANGE 20 EAST, SLM, UINTAH COUNTY, UTAH

RESPONSE TO REQUEST FOR AGENCY ACTION

Docket No. 2014-011

Cause No. 142-11

The Utah Division of Oil, Gas and Mining ("Division"), by and through its attorneys and pursuant to Utah Code § 40-8-6 and Utah Admin. Code R641-105-200, hereby files its Response to Ultra Resources, Inc.'s ("Ultra") Request for Agency Action ("RAA") in the abovecaptioned matter.

BACKGROUND

1. The background facts in this matter are nearly identical to those in the Axia/Ultra matter heard by the Board in January 2014. The only difference is this matter deals with separate wells.

² Docket No. 2014-002, Cause No. 142-10.

¹ Ultra is the successor by assignment to Axia as of December 13, 2013. See RAA at 2, ¶ 1,

RESPONSE

In Docket No. 2014-002, Cause No. 142-10, heard by the Board in January, the Board granted a flaring extension only until the end of February. The Subject Wells are located in the same area as the wells in Docket No. 2014-002, Cause No. 142-10. Therefore, the flaring authorization should not be different for the Subject Wells than the flaring authorization for the wells in Docket No. 2014-002, Cause No. 142-10. All wells in the area are dependent upon construction of the same pipeline.

Therefore, the Division believes the instant Matter should be consolidated with Docket No. 2014-002, Cause No. 142-10, and should be considered as the same case. Accordingly, Ultra should report at the February 26, 2014 Board hearing as to the progress of the pipeline and should include all wells in the Three Rivers Project Area—including the Subject Wells—in its report to the Board.

RESPECTUFLLY SUBMITTED this _____ day of February, 2014.

UTAH ATTORNEY GENERAL'S OFFICE

 $R_{\mathbf{W}}$

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CERTIFICATE OF MAILING

I hereby certify that on this 11th day of February, 2014, I caused a true and correct copy of the foregoing **RESPONSE** for Docket No. 2014-011, Cause No. 142-11, to be served via Email or U.S. Mail, properly addressed with postage prepaid, upon each of the following:

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